



**FOR IMMEDIATE RELEASE**

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**FEDERAL JOB CREATION AND WORKER ASSISTANCE ACT  
OF 2002 DOES NOT APPLY TO KENTUCKY INCOME TAX**

**FRANKFORT, KY (March 25, 2002)** – The additional 30% bonus depreciation, the five-year net operating loss carryback and other provisions of the federal Job Creation and Worker Assistance Act of 2002 (P.L. 107-147) are not applicable for Kentucky corporate and individual income tax purposes. Changes to federal income tax law made after the Internal Revenue Code reference date in KRS 141.010(3) do not apply unless adopted by the Kentucky General Assembly. The Internal Revenue Code reference date in KRS 141.010(3) is currently December 31, 1999. House Bill 457, if passed, will, for taxable years beginning after December 31, 2001, advance the code date to December 31, 2001, **exclusive of any amendments made subsequent to that date**. Since President Bush signed the Job Creation and Worker Assistance Act of 2002 (HR 3090) into law on March 9, 2002, the provisions of this act do not apply for Kentucky income tax purposes.

Taxpayers eligible for additional federal deductions under the act must adjust income reported on the Kentucky return for those deductions. No adjustments are necessary if the Kentucky return was filed before March 10, 2002, or if none of the new provisions apply to the federal tax return. Instructions on how to make the adjustment will be available in the near future at [www.revenue.state.ky.us/](http://www.revenue.state.ky.us/).